

NEVADA ENVIRONMENTAL RESPONSE TRUST
Le PETOMANE XXVII, INC.,
NOT INDIVIDUALLY BUT SOLELY IN ITS
REPRESENTATIVE CAPACITY AS TRUSTEE

FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2011

NEVADA ENVIRONMENTAL RESPONSE TRUST
Le PETOMANE XXVII, INC., NOT INDIVIDUALLY BUT SOLELY IN
ITS REPRESENTATIVE CAPACITY AS TRUSTEE

FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2011

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Accountants' Compilation Report

Le Petomane XXVII, Inc., not individually but solely in its representative capacity as Trustee of the Nevada Environmental Response Trust

We have compiled the accompanying statement of assets and trust equity - cash basis of the Nevada Environmental Response Trust as of September 30, 2011 and the related statement of cash receipts and disbursements for the three months ended September 30, 2011, and the accompanying supplementary schedules - cash basis contained on pages 4 and 5, which are presented only for supplementary analysis purposes. We have not audited or reviewed the accompanying financial statements and supplementary schedules and, accordingly, do not express an opinion or provide any assurance about whether the financial statements and supplementary schedules are in accordance with the cash basis of accounting.

Le Petomane XXVII, Inc., not individually but solely in its representative capacity as Trustee is responsible for the preparation and fair presentation of the financial statements and supplementary schedules in accordance with the cash basis of accounting and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements and supplementary schedules.

Our responsibility is to conduct the compilation in accordance with Statement on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist the Trustee in presenting financial information in the form of financial statements and supplementary schedules without undertaking to obtain any assurance that there are no material modifications that should be made to the financial statements and supplementary schedules.

These financial statements are presented in accordance with the requirements of the Nevada Environmental Response Trust Agreement. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Popowcer Katten, Fred.

November 26, 2011

NEVADA ENVIRONMENTAL RESPONSE TRUST
Le PETOMANE XXVII, INC., NOT INDIVIDUALLY BUT SOLELY IN
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STATEMENT OF ASSETS AND TRUST EQUITY- CASH BASIS
SEPTEMBER 30, 2011

(See accountants' compilation report)

ASSETS

Cash and cash equivalents:

Nevada Environmental Response Trust Administrative Accounts:

Anchor Account - Northern Trust	\$ 240,599.95
Money Market Account - Northern Trust	0.21

Nevada Environmental Response Trust Remediation Cost Accounts:

Anchor Account - Northern Trust	267,104.85
Money Market Account - Northern Trust**	<u>5,000,000.00</u>

Total cash and cash equivalents	<u>5,507,705.01</u>
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Securities (at cost):

Nevada Environmental Response Trust Administrative Account - U.S. Treasury Bills	7,202,438.42
Nevada Environmental Response Trust Environmental Cost Accounts - U.S. Treasury Bills	<u>62,172,985.60</u>

Total securities (at cost)	<u>69,375,424.02</u>
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Total assets	<u><u>\$ 74,883,129.03</u></u>
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Trust Equity	<u><u>\$ 74,883,129.03</u></u>
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** Purchased treasury bill - trade settled October 3, 2011

NEVADA ENVIRONMENTAL RESPONSE TRUST
Le PETOMANE XXVII, INC., NOT INDIVIDUALLY BUT SOLELY IN
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ADMINISTRATIVE ACCOUNT AND ENVIRONMENTAL COST ACCOUNT

STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2011

(See accountants' compilation report)

Total Cash and Securities at June 30, 2011		\$ 79,774,795.54
Receipts:		
Chartis Insurance	\$ 5,016,035.49	
Irell & Manella - trustee stipend	5,000.00	
Interest earned - Anchor account	771.32	
Interest earned - Treasury bills	431.67	
Dividends earned - Money Market account	<u>0.21</u>	
		5,022,238.69
Disbursements:		
Appraisal fees	20,000.00	
Bank fees	25.00	
Basic Water Company	2,852.74	
Environ International Corp.	7,817,146.71	
Insurance	112.21	
Legal fees	59,313.17	
LePetomane, Inc. fees & expenses	12,233.08	
NDEP - BCA	192,601.89	
NDEP - BWPC	11,485.00	
NV Energy	31,010.26	
Pac Van - storage	1,732.35	
Property tax - Clark County	59,707.99	
Tronox, LLC	34,138.15	
Trustee fees	35,959.00	
Veolia Water North America	<u>1,635,587.65</u>	
		<u>(9,913,905.20)</u>
Total Cash and Securities at September 30, 2011		<u>\$ 74,883,129.03</u>

NEVADA ENVIRONMENTAL RESPONSE TRUST
Le PETOMANE XXVII, INC., NOT INDIVIDUALLY BUT SOLELY IN
ITS REPRESENTATIVE CAPACITY AS TRUSTEE

ADMINISTRATIVE ACCOUNT

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS
FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2011
(See accountants' compilation report)

Balance at June 30, 2011		\$ 7,584,895.74
Receipts:		
Irell & Manella - trustee stipend	\$ 5,000.00	
Interest earned - Anchor account	30.44	
Interest earned - Treasury bills	157.50	
Dividends earned - Money Market account	<u>0.21</u>	
		5,188.15
Disbursements:		
Appraisal fees	20,000.00	
Environ International Corp.	6,651.07	
Insurance	112.21	
Legal fees	18,542.11	
LePetomane, Inc. fees & expenses	12,233.08	
Pac Van - storage	1,732.35	
Property tax - Clark County	59,707.99	
Trustee fees	<u>28,066.50</u>	
		<u>(147,045.31)</u>
Balance at September 30, 2011		<u><u>\$ 7,443,038.58</u></u>
Summary of Administrative Cash and Security (at cost) Positions:		
Anchor Account - Northern Trust		\$ 240,599.95
Money Market Account - Northern Trust		0.21
U.S. Treasury bill due November 3, 2011	750,827.33	
U.S. Treasury bill due December 29, 2011	1,249,998.06	
U.S. Treasury bill due January 12, 2012	2,602,180.98	
U.S. Treasury bill due April 5, 2012	<u>2,599,432.05</u>	
Total U.S. Treasury Bills		<u>7,202,438.42</u>
		<u><u>\$ 7,443,038.58</u></u>

NEVADA ENVIRONMENTAL RESPONSE TRUST
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ENVIRONMENTAL COST ACCOUNT

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS
FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2011

(See accountants' compilation report)

Balance at June 30, 2011			\$ 72,189,899.80
Receipts:			
Chartis Insurance	\$ 5,016,035.49		
Interest earned - Anchor account	740.88		
Interest earned - Treasury bills	274.17		
			<u>5,017,050.54</u>
Disbursements:			
Bank fees	25.00		
Basic Water Company	2,852.74		
Environ International Corp.	7,810,495.64		
Legal fees	40,771.06		
NDEP - BCA	192,601.89		
NDEP - BWPC	11,485.00		
NV Energy	31,010.26		
Tronox, LLC	34,138.15		
Trustee fees	7,892.50		
Veolia Water North America	1,635,587.65		
			<u>(9,766,859.89)</u>
Balance at September 30, 2011			<u>\$ 67,440,090.45</u>
Summary of Combined Environmental Cash and Securities (at cost) Positions:			
Anchor Account - Northern Trust		\$ 267,104.85	
Money Market Account - Northern Trust	** 5,000,000.00		
U.S. Treasury bill due January 12, 2012	31,102,921.42		
U.S. Treasury bill due April 5, 2012	31,070,064.18		
Total U.S. Treasury Bills			<u>67,172,985.60</u>
			<u>\$ 67,440,090.45</u>

** Purchased treasury bill - trade settled October 3, 2011